# **House of Representatives**



General Assembly

File No. 525

January Session, 2007

Substitute House Bill No. 7125

House of Representatives, April 17, 2007

The Committee on Planning and Development reported through REP. FELTMAN of the 6th Dist., Chairperson of the Committee on the part of the House, that the substitute bill ought to pass.

# AN ACT CONCERNING UNDERGROUND STORAGE TANKS, DEMONSTRATION PROJECTS, AQUACULTURE STRUCTURES AND SAND REMOVAL.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

- 1 Section 1. Section 22a-449o of the general statutes is repealed and
- 2 the following is substituted in lieu thereof (*Effective July 1, 2007*):
- 3 (a) As used in this section:
- 4 (1) "Double-walled underground storage tank" means an
- 5 underground storage tank that is listed by Underwriters Laboratories, 6 Incorporated and that is constructed using two complete shells to
- 7 provide both primary and secondary containment, and having a
- 8 continuous three-hundred-sixty degree interstitial space between the
- 9 two shells which interstitial space shall be continuously monitored
- 10 using inert gas or liquid, vacuum monitoring, electronic monitoring,
- 11 mechanical monitoring or any other monitoring method approved in

- 12 writing by the commissioner before being installed or used;
- 13 (2) "Double-walled underground storage tank system" means one or
- 14 more double-walled underground storage tanks connected by double-
- 15 walled piping and utilizing double-walled piping to connect the
- 16 underground storage tank to any associated equipment;
- 17 (3) "Hazardous substance" means a substance defined in Section
- 18 101(14) of the Comprehensive Environmental Response,
- 19 Compensation and Liability Act of 1980, but does not include any
- 20 substance regulated as a hazardous waste under subsection (c) of
- 21 section 22a-449 or any mixture of such substances and petroleum;
- 22 (4) "Petroleum" means crude oil, crude oil fractions and refined
- 23 petroleum fractions, including gasoline, kerosene, heating oils and
- 24 diesel fuels;
- 25 (5) "Underground storage tank" means a tank or combination of
- 26 tanks, including underground pipes connected thereto, used to contain
- 27 an accumulation of petroleum or hazardous substances, whose volume
- 28 is ten per cent or more beneath the surface of the ground, including the
- 29 volume of underground pipes connected thereto; and
- 30 (6) "Underground storage tank system" means an underground
- 31 storage tank and any associated ancillary equipment and containment
- 32 system, including, but not limited to, satellite piping, containment
- 33 sumps, dispensers and dispenser pans or other comparable
- 34 underdispenser spill containment.
- 35 (b) No person or municipality shall install, on or after October 1,
- 36 2003, an underground storage tank system and no person or
- 37 municipality shall operate or use, an underground storage tank system
- 38 installed after October 1, 2003, unless such underground storage tank
- 39 system is a double-walled underground storage tank system. This
- 40 section shall not apply to a residential underground storage tank
- 41 system, as defined in section 22a-449a. On or after January 1, 2008, no
- 42 person or municipality shall install an underground storage tank

43 system, or operate or use an underground storage tank system 44 installed after January 1, 2008, unless such underground storage tank 45 system is equipped with liquid-tight and vapor-tight sumps with electronic leak detectors and dispenser pans or other comparable 46 47 underdispenser spill containment with electronic leak detectors. No 48 person or municipality shall have an underground storage tank 49 system's containment sump, dispenser or underdispenser spill 50 containment repaired on or after January 1, 2008, to restore said 51 components to operating condition without equipping said 52 underground storage tank system with liquid-tight and vapor-tight 53 sumps with electronic leak detectors and dispenser pans or other 54 comparable underdispenser spill containment with electronic leak 55 detectors.

56 Sec. 2. (NEW) (Effective October 1, 2007) The Commissioner of 57 Environmental Protection may issue a license for a demonstration 58 project for any activity regulated by the commissioner under chapter 59 446d of the general statutes provided the commissioner determines 60 that such demonstration project (1) is necessary to research, develop or 61 promote methods and technologies of solid waste management which 62 are consistent with the goals of the state solid waste management plan; 63 (2) does not pose a significant risk to human health or the 64 environment; and (3) is not inconsistent with the federal Water 65 Pollution Control Act, the federal Rivers and Harbors Act, the federal 66 Clean Air Act or the federal Resource Conservation and Recovery Act. 67 An application for such license shall be on a form prescribed by the 68 commissioner, accompanied by a fee of one thousand dollars and shall 69 provide such information as the commissioner deems necessary. Any 70 person applying for such license shall not commence the project prior 71 to the commissioner's written approval. The commissioner may 72 impose conditions upon such license as deemed necessary to 73 adequately protect human health and the environment or to ensure 74 project success and shall be valid for a period of not more than two 75 years. The commissioner may renew such license provided the total 76 period of licensure does not exceed five years. The commissioner may 77 order summary suspension of any such license in accordance with

subsection (c) of section 4-182 of the general statutes. Notwithstanding the renewal process, any person may seek, or the commissioner may require, that the project be sanctioned under a permit pursuant to chapter 446d of the general statutes.

- Sec. 3. Subdivision (1) of subsection (a) of section 22a-471 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):
- (a) (1) If the commissioner determines that pollution of the groundwaters has occurred or can reasonably be expected to occur and the Commissioner of Public Health determines that the extent of pollution creates or can reasonably be expected to create an unacceptable risk of injury to the health or safety of persons using such groundwaters as a public or private source of water for drinking or other personal or domestic uses, the Commissioner of Environmental Protection shall, as funds from the emergency spill response account established by section 22a-451 allow, arrange for the short-term provision of potable drinking water to those residential buildings and elementary and secondary schools affected by such pollution, or at the commissioner's discretion, to health care, child care or elder care facilities or institutions affected by such pollution until either [he] the commissioner issues an order pursuant to this section requiring the provision of such short-term supply and the recipient complies with such order or a long-term supply of potable drinking water has been provided, whichever is earlier. In determining if pollution creates an unacceptable risk of injury, the Commissioner of Public Health shall balance all relevant and substantive facts and inferences and shall not be limited to a consideration of available statistical analysis but shall consider all of the evidence presented and any factor related to human health risks. The commissioner may issue an order to the person or municipality responsible for such pollution requiring that potable drinking water be provided to all persons affected by such pollution. If the commissioner finds that more than one person or municipality is responsible for such pollution, [he] the commissioner shall attempt to apportion responsibility if [he] the commissioner determines that

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apportionment is appropriate. If [he] the commissioner does not apportion responsibility, all persons and municipalities responsible for the pollution of the groundwaters shall be jointly and severally 115 responsible for the providing of potable drinking water to persons 116 affected by such pollution. If the commissioner determines that the 117 state or an agency or department of the state is responsible in whole or 118 in part for the pollution of the groundwaters, such agency or 119 department shall prepare or arrange for the preparation of an 120 engineering report and shall provide or arrange for the provision of a long-term potable drinking water supply. If the commissioner is 122 unable to determine the person or municipality responsible or [if he] 123 determines that the responsible persons have no assets other than land, 124 buildings, business machinery or livestock and are unable to secure a loan at a reasonable rate of interest to provide potable drinking water, 126 [he] the commissioner may prepare or arrange for the preparation of 127 an engineering report and provide or arrange for the provision of a long-term potable drinking water supply or [he] may issue an order to 129 the municipality wherein groundwaters unusable for potable drinking water are located requiring that short-term provision of potable drinking water be made to those existing residential buildings and 132 elementary and secondary schools affected by such pollution, or at the 133 commissioner's discretion, to health care, child care or elder care 134 facilities or institutions affected by such pollution and that long-term provision of potable drinking water be made to all persons affected by 136 such pollution. For purposes of this section, "residential building" 137 means any house, apartment, trailer, mobile manufactured home or 138 other structure occupied by individuals as a dwelling, except a non-139 owner-occupied hotel or motel or a correctional institution.

- 140 Sec. 4. Subsection (d) of section 22a-361 of the general statutes is 141 repealed and the following is substituted in lieu thereof (Effective 142 October 1, 2007):
- 143 (d) (1) The Commissioner of Environmental Protection may issue a general permit for any minor activity regulated under sections 22a-28 145 to 22a-35, inclusive, or sections 22a-359 to 22a-363f, inclusive, if the

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commissioner determines that such activity would (A) cause minimal environmental effects when conducted separately, (B) cause only minimal cumulative environmental effects, (C) not be inconsistent with the considerations and the public policy set forth in sections 22a-28 to 22a-35, inclusive, and section 22a-359, as applicable, (D) be consistent with the policies of the Coastal Management Act, and (E) constitute an acceptable encroachment into public lands and waters. Such activities may include routine minor maintenance and routine minor repair of existing structures, fill, obstructions, encroachments or excavations; substantial maintenance consisting of rebuilding, reconstructing or reestablishing to a preexisting condition and dimension any structure, fill, obstruction, encroachment or excavation; maintenance dredging of areas which have been dredged and continuously maintained as serviceable; activities allowed pursuant to a perimeter permit; the removal of structures, derelict vessels, debris, rubbish or similar discarded material or unauthorized fill material; minor alterations or amendments to authorized activities consistent with the authorization for such activities; activities which have been required or allowed by an order of the commissioner; open water marsh management by or under the supervision of the Department of Public Health or Department of Environmental Protection; conservation activities of or supervision or direction of the Department of the Environmental Protection; construction of individual residential docks which do not create littoral or riparian conflicts, navigational interference, or adverse impacts to coastal resources as defined by section 22a-93, which are not located in tidal wetlands as defined by section 22a-29 and which extend no further than forty feet waterward of mean high water or to a depth of minus four feet mean low water, whichever point is more landward; installation of scientific measuring or monitoring devices; survey activities including excavation of test pits and core sampling and driving of test pilings; construction of utility lines; aquacultural activities; and installation and removal of small seasonal structures including floats and moorings. Any person conducting an activity for which a general permit has been issued shall not be required to obtain an individual permit or certificate under any

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other provision of sections 22a-28 to 22a-35, inclusive, or sections 22a-359 to 22a-363f, inclusive, for that activity except as provided in subdivision (3) of this subsection. A general permit shall clearly define the activity covered thereby and may include such conditions and requirements as the commissioner deems appropriate, including, but not limited to, construction timing, methodologies and durations, resource protection practices, management practices, and verification and reporting requirements. The general permit may require any person proposing to conduct any activity under the general permit to register such activity, including obtaining approval from the commissioner, before the general permit becomes effective as to such activity. Registrations and applications for approval under the general permit shall be submitted on forms prescribed by the commissioner. Any approval by the commissioner under a general permit may include conditions specific to the proposed activity to ensure consistency with the requirements for issuance of the general permit. The commissioner shall prepare, and annually amend, a list of holders of general permits under this section, which list shall be made available to the public.

(2) Notwithstanding any other procedures specified in sections 22a-28 to 22a-35, inclusive, and sections 22a-359 to 22a-363f, inclusive, any regulations adopted thereunder, and chapter 54, the commissioner may issue a general permit in accordance with the following procedures: (A) The commissioner shall publish in a newspaper having a substantial circulation in the affected area or areas notice of intent to issue a general permit; (B) the commissioner shall allow a comment period of thirty days following publication of such notice during which interested persons may submit written comments concerning the permit to the commissioner and the commissioner shall hold a public hearing if, within said comment period, he receives a petition signed by at least twenty-five persons; (C) the commissioner may not issue the general permit until after the comment period; (D) the commissioner shall publish notice of any permit issued in a newspaper having substantial circulation in the affected area or areas; and (E) summary suspension may be ordered in accordance with

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subsection (c) of section 4-182. Any person may request that the commissioner issue, modify or revoke a general permit in accordance with this subsection.

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- (3) Subsequent to the issuance of a general permit, the commissioner may require any person whose activity is or may be covered by the general permit to apply for and obtain an individual permit or certificate under the provisions of sections 22a-28 to 22a-35, inclusive, or sections 22a-359 to 22a-363f, inclusive, for all or any portion of the activities covered by the general permit, if the commissioner determines that an individual permit is necessary to assure consistency with purposes and policies of such sections, and the Coastal Management Act. The commissioner may require an individual permit under this subdivision in cases including, but not limited to, the following: (A) The permittee is not in compliance with the conditions of the general permit; (B) an individual permit or certificate is appropriate because of circumstances specific to the site; (C) circumstances have changed since the time the general permit was issued so that the permitted activity is no longer acceptable under the general permit; or (D) a change has occurred in relevant law. The commissioner may require an individual permit or certificate under this section only if the affected person has been notified in writing that an individual permit or certificate is required. The notice shall include a brief statement of the reasons for the decision.
- 239 (4) The commissioner may adopt regulations, in accordance with the 240 provisions of chapter 54, to carry out the purposes of this section.
  - [(5) Notwithstanding any provision of sections 22a-359 to 22a-363f, inclusive, pending issuance of a general permit for aquaculture activities by the commissioner in accordance with this section, no permit or certificate shall be required for the placement, maintenance or removal of (A) individual structures used for aquaculture, as defined in section 22-416, including, but not limited to, cages or bags, which are located on designated state or municipal shellfish beds which structures create no adverse impacts on coastal resources or

navigation over their location or (B) any buoys used to mark such structures. Upon issuance of a general permit for aquaculture activities in accordance with this section, any aquaculture activities shall comply with the terms of such general permit or other applicable provisions of sections 22a-359 to 22a-363f, inclusive.]

- Sec. 5. Subsection (e) of section 22a-361 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective October 1, 2007*):
- (e) No person, firm or corporation, public, municipal or private, who removes sand, gravel or other material lying waterward of the mean high water mark of the tidal, coastal or navigable waters of the state pursuant to a permit issued under this section on or after October 1, 1996, shall make any beneficial or commercial use of such sand, gravel or other material except upon payment to the state of a fee of four dollars per cubic yard of such sand, gravel and other materials unless otherwise exempted from payment under this section. Such payment shall be made at times and under conditions specified by the commissioner in such permit. No fee shall be assessed for (1) the performance of such activities on land which is not owned by the state, (2) the use of sand, gravel or other materials for beach restoration projects, or (3) ultimate disposal of such sand, gravel or other materials which does not result in an economic benefit to any person, and the commissioner may waive the fee for the beneficial or commercial use of sand, gravel or other materials that have been decontaminated or processed to meet applicable environmental standards for reuse. For the purposes of this section, "beneficial or commercial use" includes, but is not limited to, sale or use of sand, gravel or other materials for construction, aggregate, fill or landscaping.

This act shall take effect as follows and shall amend the following						
sections:						
Section 1	July 1, 2007	22a-449o				
Sec. 2	October 1, 2007	New section				
Sec. 3	from passage	22a-471(a)(1)				

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Sec. 4	October 1, 2007	22a-361(d)
Sec. 5	October 1, 2007	22a-361(e)

# **PD** Joint Favorable Subst.

The following fiscal impact statement and bill analysis are prepared for the benefit of members of the General Assembly, solely for the purpose of information, summarization, and explanation, and do not represent the intent of the General Assembly or either chamber thereof for any purpose:

#### **OFA Fiscal Note**

## State Impact:

Agency Affected	Fund-Effect	FY 08 \$	FY 09 \$
Department of Environmental	Various - None	See Below	See Below
Protection			
Department of Agriculture	GF - None	See Below	See Below

Note: GF=General Fund

# Municipal Impact:

Municipalities	Effect	FY 08 \$	FY 09 \$
Various Municipalities	Cost	Potential	Potential
		Minimal	Minimal

# Explanation

The bill modifies what is included in the new requirements and definitions for installation of commercial underground storage tank systems. It is anticipated that any municipality that would need to install and maintain a new system would incur costs of approximately \$2,000. However, the potential costs would be minor compared to any potential remediation costs that might be incurred due to lack of upgrading a system.

It is anticipated that any workload increase or costs incurred to the Department of Environmental Protection (DEP) due to the issuance of a license for a demonstration project will be offset by the required fee which would be deposited into the Environmental Quality Fund.

Expanding the Commissioner of the DEP's authority to provide for short term potable water to health care, child care or elder care institutions or facilities potentially expands the use of the Emergency Spill Response account and is not anticipated to have a significant impact to the account. The account is funded by a portion of the petroleum products gross earnings tax. The Governor's recommended

budget, HB 7077 provides that for the fiscal year, ending June 30, 2008 and the fiscal year ending June 30, 2009, the sum of \$12,500,000 be deposited into the account.

Any revenue loss due to the waiver of the sand and gravel fee by the DEP is anticipated to be minimal based on current practice.

Repealing the law exempting the placement, maintenance or removal of certain aquaculture structures and marking buoys from DEP permit or certificates, pending issuance of general permits will clarify procedure and eliminate a conflicting process. The Department of Agriculture regulates these structures and buoys under another statute.

### The Out Years

The annualized ongoing fiscal impact identified above would continue into the future subject to inflation.

OLR Bill Analysis sHB 7125

# AN ACT CONCERNING UNDERGROUND STORAGE TANKS, DEMONSTRATION PROJECTS, AQUACULTURE STRUCTURES AND SAND REMOVAL.

## SUMMARY:

This bill (1) expands the authority of the Department of Environmental Protection's (DEP) Authority by allowing it to temporarily provide potable water to health, child, and elder care facilities whose drinking water is polluted; (2) tightens requirements for the installation, repair, and operation of commercial underground storage tanks; (3) authorizes DEP to license solid waste demonstration projects; and (4) makes other changes.

EFFECTIVE DATE: October 1, 2007, except for the provision concerning potable drinking water, which takes effect upon passage, and the underground storage tank provisions, which take effect July 1, 2007.

#### PROVISION OF POTABLE DRINKING WATER

Under current law, the DEP commissioner may arrange for the provision of potable water to homes and schools affected by groundwater pollution as funds from the emergency spill response account allow. The bill allows the commissioner to also provide potable water to health care, child care, or elder care facilities or institutions affected by such pollution. As under existing law, she may provide the water until (1) she issues an order requiring the provision of a short-term supply, and the recipient of the order complies; or (2) a long-term water supply is established.

By law, the commissioner may order a municipality to temporarily provide potable water to homes and schools if (1) the person or

municipality responsible for groundwater pollution is not known or (2) the responsible party is financially unable to provide potable water. The bill authorizes the commissioner in such cases to also order a municipality to provide potable water to health care, child care, or elder care facilities or institutions affected by the pollution.

## UNDERGROUND STORAGE TANKS

Starting January 1, 2008, the bill (1) bars people, firms, or municipalities from installing or operating commercial underground storage tank systems unless they are equipped with liquid-tight and vapor-tight sumps with electronic leak detectors and dispenser pans, or other comparable underdispenser spill containment with electronic leak detectors and (2) requires people or municipalities repairing a system's containment sump, dispenser, or underdispenser to its operating condition to install such equipment.

By law, an underground storage tank system comprises the tank and any associated ancillary equipment and containment system. The bill specifies that associated equipment and system includes satellite piping, containment sumps, dispensers, and dispenser pans or other comparable underdispenser spill containment.

#### SOLID WASTE DEMONSTRATION PROJECTS

The bill allows the commissioner to issue a license for a solid waste demonstration project upon finding it (1) is necessary to research, develop, or promote methods and technologies of solid waste management consistent with the goals of the state's solid waste management plan; (2) does not pose a significant human health or environmental risk; and (3) is not inconsistent with the federal Water Pollution Control, Rivers and Harbors, Clean Air, or Resource Conservation and Recovery acts.

License applicants must (1) apply on a form the commissioner prescribes, (2) provide the information the commissioner deems necessary, and (3) pay a \$1,000 application fee. They cannot start the project until they get the commissioner's written approval.

The commissioner may impose conditions to protect human health and the environment or to ensure a project's success. A license is valid for two years, but the commissioner may renew it, apparently for an additional three years. The commissioner may suspend the license according to law. Under the bill, anyone may seek, or the commissioner may require, that a demonstration project also obtain a solid waste permit.

#### **AQUACULTURE PERMITS**

The bill repeals a law exempting the placement, maintenance, or removal of certain aquaculture structures and marking buoys from DEP permit or certificate requirements, pending issuance of a general permit. The Agriculture Department regulates these structures and buoys under another law unaffected by this bill.

## SAND AND GRAVEL

By law, anyone who removes sand, gravel, or other material waterward of the mean high water mark of the state's tidal, coastal, or navigable waters for sale or use in construction, aggregate, fill, or landscaping must pay the state \$4 per cubic yard. The bill allows the commissioner to waive the fee if the sand, gravel, or other material used for such purposes has been decontaminated or processed to meet applicable environmental standards for reuse.

#### BACKGROUND

# Agriculture Shellfish Permitting

By law, the Agriculture Department has exclusive authority to grant or deny aquaculture permits, except in matters specifically concerning water discharges from aquaculture operations, which require DEP approval.

#### Federal Environmental Laws

The Water Pollution Control, Rivers and Harbors, Clean Air, and Resource Conservation and Recovery acts regulate the discharge of pollutants; the construction of bridges, dams, and dikes; air pollution; and waste management, respectively.

# Legislative History

The House referred the bill (File 173) to the Planning and Development Committee, which reported the substitute eliminating a provision barring municipalities from assigning the duties of an inland wetland agency to planning, zoning, or planning and zoning commissions.

# **COMMITTEE ACTION**

**Environment Committee** 

Joint Favorable Substitute

Yea 22 Nay 7 (03/12/2007)

Planning and Development Committee

Joint Favorable Substitute

Yea 18 Nay 0 (04/04/2007)